BOB F. ANDERSON, PE, INC.

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June 6, 2007

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Additional Units Cotton Valley Formation, Reservoir A Dixie Field Caddo Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of NADEL & GUSSMAN-JETTA OPERATING COMPANY, (Applicant), to the Commissioner Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, Dixie Field, Caddo Parish, Louisiana:

- 1. To create two (2) additional 640 +/- acre drilling and production unit for the exploration of and the production of gas and condensate for the Cotton Valley Formation, Reservoir A, in the Dixie Field, Caddo Parish, Louisiana, such units being designated CV RA SUJ and CV RA SUK, and shown on the attached plat and being made a part hereof.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
- 3. To designate a unit operator and unit well where applicable.
- 4. Except to the extent inconsistent herewith, to extend the field rules established by Office of Conservation Order No. 1505, effective April 24, 2007, to the additional proposed units for the Cotton Valley Formation, Reservoir A, in the Dixie Field.
- 5. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Cotton Valley Formation, Reservoir A, in the Dixie Field, Caddo Parish, Louisiana, was defined in Office of Conservation Order No. 1505, effective April 24, 2007.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

A pre-application notice was sent to all parties stating a time and date to discuss the proposed application, however, no request for a conference was received, therefore no conference was held.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter, plat and list of parties is being sent to the District Manager of the Shreveport District Office of Conservation and the attached letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

B. F. Anderson, PE for

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NADEL & GUSSMAN-JETTA OPERATING COMPANY

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation Interested Owners, Represented Parties and Interested Parties Nadel & Gussman Operating Co., Ft. Worth, Texas and Ruston, Louisiana

